

PUBLIC EMPLOYEES RETIREMENT SYSTEM

State Investment Board Balance Sheet As of 10/31/2004

	As of <u>10-31-04</u>	As of <u>6-30-04</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 532,416,775	\$ 538,958,281
INTERNATIONAL EQUITIES	202,612,298	201,367,849
DOMESTIC FIXED INCOME	387,465,938	362,030,777
INTERNATIONAL FIXED INCOME	65,953,528	61,303,144
REAL ESTATE	63,752,635	61,430,839
VENTURE CAPITAL	63,175,803	58,823,345
INVESTED CASH (NOTE 1)	<u>11,904,351</u>	<u>19,060,884</u>
 TOTAL INVESTMENTS	 1,327,281,328	 1,302,975,119
 RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	2,643,491	2,746,253
 OTHER ASSETS		
DUE FROM OTHER AGENCIES (NOTE 2)	<u>1,871</u>	<u>0</u>
 TOTAL ASSETS	 <u>\$ 1,329,926,690</u>	 <u>\$ 1,305,721,372</u>
 LIABILITIES:		
ACCOUNTS PAYABLE	977,693	977,699
DUE TO OTHER AGENCIES (NOTE 3)	<u>0</u>	<u>4,717</u>
 TOTAL LIABILITIES	 977,693	 982,416
 NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,304,738,956	1,126,095,333
CASH IN DURING YEAR (NOTE 4)	0	3,789,350
CASH OUT DURING YEAR (NOTE 5)	4,800,000	11,890,000
NET INCREASE (DECREASE)	<u>29,010,041</u>	<u>186,744,273</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>1,328,948,997</u>	 <u>1,304,738,956</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 1,329,926,690</u>	 <u>\$ 1,305,721,372</u>

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State Investment Board Profit and Loss Statement For the Month Ended 10/31/2004

	Month Ended <u>10-31-04</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 2,318,726	\$ 11,449,087
SECURITIES LENDING INCOME	110,222	424,478
	<u>2,428,948</u>	<u>11,873,565</u>
 GAIN ON SALE OF INVESTMENTS	 10,385,164	 36,417,713
LOSS ON SALE OF INVESTMENTS	<u>7,916,823</u>	<u>30,093,297</u>
 NET GAINS (LOSSES) INVESTMENTS	 2,468,341	 6,324,416
 INVESTMENT EXPENSES	 117,926	 1,214,359
SECURITIES LENDING EXPENSES	95,181	357,580
SIB ADMINISTRATIVE EXPENSES	<u>11,166</u>	<u>43,411</u>
 NET INVESTMENT INCOME	 4,673,016	 16,582,631
 NET APPREC (DEPREC) MARKET VALUE	 15,008,163	 12,987,935
MISCELLANEOUS INCOME/(EXPENSE)	<u>(430,600)</u>	<u>(560,525)</u>
 TOTAL INVESTMENT INCOME	 <u>19,250,579</u>	 <u>29,010,041</u>
 NET INCREASE (DECREASE)	 <u>\$ 19,250,579</u>	 <u>\$ 29,010,041</u>

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Notes To Financial Statements
October 31, 2004

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Pension Cash Pool invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company.

NOTE 2 **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 3 **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative and direct costs charged.

NOTE 4 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 5 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.